

Results of Public Comments in Response to "Further Improving Flexibility in Setting of Settlement Dates in the ToSTNeT Market"

April 5, 2021

Tokyo Stock Exchange, Inc.

Tokyo Stock Exchange, Inc. (TSE) published "Further Improving Flexibility in Setting of Settlement Dates in the ToSTNeT Market" on February 19, 2021 and solicited public comments until March 21, 2021. TSE deeply appreciates the cooperation of those who have submitted their comments to deliberate on this issue.

The following is a summary of the comments received and TSE's responses thereto.

No.	Summary of Comments	TSE's Responses
1	<ul style="list-style-type: none">In the Large Shareholding Report and the monitoring of the Tender Offer, if delivery is made within five business days of the execution date (i.e., within six business days of the execution date), the relevant portion of the contract will be excluded from the share certificates, etc. held (or held) on the execution date, not on the delivery date. However, if settlement is made between the seventh business day (T+6) and tenth business day (T+9) from the date of execution of the sales contract, the relevant portion of the contract must be excluded on the delivery date (only for sales).	<ul style="list-style-type: none">As there have been requests for the use of products other than ETFs from the perspective of improving convenience, there are no plans to limit the number of products under the rules.As you are aware, the execution of trading on the ToSTNeT requires an agreement between securities companies, and each securities company has a choice as to whether or not to conduct such trading.

No.	Summary of Comments	TSE's Responses
	<ul style="list-style-type: none"> If settlement is allowed between T+6 and T+9 in ToSTNeT in accordance with this change, it is expected that the burden on monitoring will increase due to the need for system development and changes. Therefore, are there any plans to limit the products subject to this rule to certain products such as ETFs? (Reference laws and regulations: Article 4, Item 5 of Cabinet Office Order on Disclosure of the Status of Large-Volume Holdings in Share Certificates; Article 7, Paragraph 1, Item 4 of Cabinet Office Ordinance on Disclosure Required for Tender Offer for Share Certificates, etc. by Person Other than Issuer) 	

Comment No. 1 is from BNP Paribas Securities (Japan) Limited